

BEFORE THE
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES
PRIORITY MAIL EXPRESS & PRIORITY MAIL CONTRACT 23
(MC2016-26)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2016-32

**RESPONSES OF THE UNITED STATES POSTAL SERVICE
TO CHAIRMAN'S INFORMATION REQUEST NO. 1,
WITH PORTIONS FILED UNDER SEAL
(December 28, 2016)**

The United States Postal Service hereby provides its responses to Chairman's Information Request No. 1, issued December 21, 2016. Each question is reprinted verbatim in the attached, and is followed by the Postal Service's response. Three Excel files associated with the responses is being filed under seal. The Postal Service incorporates by reference the original application for non-public treatment filed in this docket for the protection of these materials.

Respectfully submitted,

UNITED STATES POSTAL SERVICE
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RESPONSES OF THE UNITED STATES POSTAL SERVICE
TO CHAIRMAN'S INFORMATION REQUEST NO. 1

1. Please confirm that the amendment was made pursuant to section I.G of the agreement. If not confirmed, please explain.

RESPONSE:

Confirmed that the amendment is revising Section I.G, in addition to Section I.F.

However, the authority to amend the contract arises from Section VI of the contract.

This amendment is designed to change Section I.G by adding a price cap for subsequent anniversary dates of the contract, beginning in 2017.

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TO CHAIRMAN'S INFORMATION REQUEST NO. 1

2. Please provide sufficient revenue and cost data for the 12-month period following the effective date of the amendment to demonstrate that the contract, as amended, will be in compliance with 39 U.S.C. § 3633(a)(1).

RESPONSE:

Please see the attached Excel files, portions of which are being filed under seal.